
Health Services and Development Agency Communique

**A MONTHLY PUBLICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY**

Andrew Jackson State Office Building

500 Deaderick Street, Suite 850

Nashville, TN 37243

615.741.2364

JUNE

2012

**For Meeting verification/change or agenda information, please call
the Agency Office or check our website at www.tn.gov/hsda**

HEALTH SERVICES & DEVELOPMENT AGENCY

**Chair..... Carl Koella, III
Vice-Chair D. Lynn Johnson
Executive Director Melanie Hill
General Counsel James B. Christoffersen**

**Tennessee Department of Health
Division of Policy, Planning and Assessment
Health Statistics
615.741.1954
Tennessee Department of Mental Health
Office of General Counsel
615.532.6520 or 615.532.6500**

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

CALENDAR

The Health Services and Development Agency will be closed in 2012 on the following days:

Monday, January 2 – New Year's Day observed
 Monday, January 16 – Martin Luther King Day
 Monday, February 20 – President's Day
 Friday, April 6 – Good Friday
 Monday, May 28 – Memorial Day
 Wednesday, July 4 – Independence Day
 Monday, September 3 – Labor Day

* Monday, October 8 – Columbus Day *"substituted for the day after Thanksgiving at the Governor's discretion."*
 Monday, November 12 – Veteran's Day observed
 Thursday, November 22 – Thanksgiving Day
 * Friday, November 23 – *substituted for Columbus Day*
 Monday, December 24 – Christmas Eve
 Tuesday December 25 – Christmas Day
 Monday, December 31 – New Year's Eve

	2012 REVIEW CYCLE			
2012 Cycle	Publication Dates- Letter of Intent	Application	HSDA Meeting Dates	* End of Appeal Period
January 2012	12/01/11-12/10/11	5 days after Publication	03/28/12	04/12/12
February 2012	01/01/12-01/10/12	"	04/25/12	05/10/12
March 2012	02/01/12-02/10/12	"	05/23/12	06/07/12
April 2012	03/01/12-03/10/12	"	06/27/12	07/12/12
May 2012	04/01/12-04/10/12	"	07/25/12	08/09/12
June 2012	05/01/12-05/10/12	"	08/22/12	09/06/12
July 2012	06/01/12-06/10/12	"	09/26/12	10/11/12
August 2012	07/01/12-07/10/12	"	10/24/12	11/08/12
September 2012	08/01/12-08/10/12	"	11/14/12	11/29/12
October 2012	09/01/12-09/10/12	"	12/12/12	1/03/13
November 2012	10/01/12-10/10/12	"	01/23/13	02/07/13
December 2012	11/01/12-11/10/12	"	02/27/13	03/13/13

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

* Appeal deadline is 15 days after meeting date

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

**THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
at the following locations:**

June – December

**Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN**

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- * Meeting locations are subject to change**
- ** All meetings of the Health Services and Development Agency are posted on the Agency's website at www.tn.gov/hsda**

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 27 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



RESULTS OF APPLICATIONS HEARD AT THE MAY MEETING

Colonial Hills Nursing Center
2034 Cochran Road
Maryville (Blount County), TN 37803
CN1202-003
Contact Person: Cindy S. Cross, Sr. Director of
Legal Services
Phone No.: 423-473-5867

APPROVED

The renovation of a nursing home. The number of licensed beds will be reduced by 83 from 203 to 120. Private resident rooms will increase by 67 from 23 to 90 as a result of the project. No services will be initiated or discontinued and no major medical equipment is requested.
\$ 14,963,593.00

Memorial Hospital Ooltewah Satellite Cancer Center with
Linear Accelerator
Unaddressed site adjacent to 6400 Mountain View Road
Ooltewah (Hamilton County), TN 37363
CN1202-004
Contact Person: Jane Lucchesi, Project Manager,
Strategic Planning
Phone No.: 423-495-8931

APPROVED

The establishment of a satellite hospital service to be called Memorial Ooltewah Satellite Cancer Center. The project includes the relocation, replacement and upgrade of a linear accelerator (LA) for the purpose of providing radiation therapy. If approved, the LA at the main campus will be decommissioned. The project involves new construction of 8,773 GSF and acquisition of a multifunctional LA. The project will not affect the licensed bed complement of Memorial Hospital or involve the discontinuance of a health care service.
\$ 10,216,658.00

Parkridge Medical Center
2333 McCallie Avenue
Chattanooga (Hamilton County), TN 37421
CN1202-005
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

APPROVED

1) The relocation of 16 of 25 currently licensed geriatric psychiatric beds to a new satellite campus to be called Parkridge Valley Adult Services, located at 7351 Standifer Gap Road, Chattanooga (Hamilton County), TN; 2) The conversion of remaining 9 geriatric beds to acute medical surgical beds to remain located at Parkridge Medical Center; and 3) the addition of 16 acute medical surgical beds to Parkridge Medical Center which has 275 licensed hospital beds at its main campus which will not increase if this application is approved. Parkridge Medical Center is a 519 bed general hospital licensed by the Tennessee Department of Health. It currently has 2 satellite locations. The net result of this application is that this site will operate as a general acute hospital with no psychiatric services on site.
\$ 1,010,500.00

Parkridge Valley Hospital
2200 Morris Hill Road
Chattanooga (Hamilton County), TN 37421
CN1202-006
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

APPROVED

1) The addition of 16 additional child and adolescent psychiatric beds to the 68 beds currently located on the satellite campus at 2200 Morris Hill Road, Chattanooga (Hamilton County), TN; and 2) The relocation of all 48 of its licensed adult psychiatric beds to a new campus site. The current licensed hospital bed complement at Parkridge Valley Hospital which is a satellite location of Parkridge Medical Center will decrease from 116 beds to 84 beds. Parkridge Medical Center and its satellite locations are licensed by the Department of Health. A 24 bed Mental Health Residential Treatment Facility licensed by the Department of Mental Health will also continue to operate at this site. The net result of this application is that only child and adult psychiatric beds will operate at this location.
\$ 143,000.00

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RESULTS OF APPLICATIONS HEARD AT THE MAY MEETING

Parkridge Valley Adult Services
7351 Standifer Gap Road
Chattanooga (Hamilton County), TN 37421
CN1202-007
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

APPROVED

1) The relocation of 48 adult psychiatric beds from Parkridge Valley Hospital at 2200 Morris Hill Road, Chattanooga (Hamilton County), TN to a new campus to be called Parkridge Valley Adult Services, located at 7351 Standifer Gap Road, Chattanooga (Hamilton County), TN; and 2) the relocation of 16 geriatric psychiatric beds from Parkridge Medical Center located at 2333 McCallie Avenue, Chattanooga (Hamilton County), TN to the new Adult Services campus. Parkridge Valley Adult Services will operate as a 64 bed satellite hospital of Parkridge Medical Center. If this application is approved, it will add a 3rd satellite campus to license of Parkridge Medical Center. The net result of this application is that all adult (including geriatric) psychiatric services will operate at this site.

\$ 6,762,605.00

Horizon Medical Center Emergency Department
109 Natchez Park Drive
Dickson (Dickson County), TN 37055
CN1202-008
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

APPROVED

To establish a satellite emergency department facility located at its Natchez Medical Park campus approximately one-half mile south of Exit 172 on I-40. The project will be located at 109 Natchez Park Drive, Dickson (Dickson County), TN 37055 and will be physically connected to the diagnostic services in the Natchez Ambulatory Care Center that is currently operating at 101 Natchez Park Drive, Dickson (Dickson County), TN 37055. Horizon Medical Center is licensed as a 157-bed general hospital by the Tennessee Department of Health. The proposed satellite ED facility will provide the same full emergency diagnostic and treatment services as the main hospital, but will utilize the adjacent Natchez Ambulatory Care Center for diagnostic tests such as CT scanning, x-ray, and selected laboratory tests. The project does not contain major medical equipment, or initiate or discontinue any other health service, or affect any facility's licensed bed complements.

\$ 7,475,395.00

PCET Surgery Center
1128 East Weisgarber Road, Suite 110
Knoxville (Knox County), TN 37909
CN1202-009
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

APPROVED

LIMITATIONS/CONDITIONS:

1. Limited to pain management;
2. Limited to patients of Pain Consultants of East Tennessee, PLLC; and
3. Limited to one (1) surgical procedure room and one (1) operating room.

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) in a medical office building. Use of this facility will be limited to patients of Pain Consultants of East Tennessee, PLLC, an established physician practice that is moving to an office suite adjoining this project. The facility will be licensed by the Tennessee Department of Health as an ambulatory surgical treatment center limited to pain management with one (1) surgical procedure room and one (1) operating room. The project does not contain major medical equipment or initiate or discontinue any other health service; and it will not affect any facility's licensed bed complement.

\$ 1,396,681.00

(Continued on Next Page)

RESULTS OF APPLICATIONS HEARD AT THE MAY MEETING

McKendree Village
4347 Lebanon Road
Hermitage (Davidson County), TN 37076
CN1202-010
Contact Person: Byron R. Trauger, Esq.
Phone No.: 615-256-8585

APPROVED

The addition of thirty (30)* Medicare skilled nursing facility nursing home beds to the 150 nursing home beds it currently operates. Upon Certificate of Need approval and the licensure of this project, McKendree Village will operate a 180 licensed bed nursing home facility. McKendree Village will provide Medicare/Medicaid skilled nursing facility services in these proposed 30 nursing home beds.

\$ 1,303,000.00

*Subject to the 2011-2012 Nursing Home Bed Pool.

GENERAL COUNSEL'S REPORT

Natchez Surgery Center
Dickson (Dickson County), TN 37055
CN1002-011A
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-726-1200

DEFERRED FROM THE MARCH MEETING

APPROVED

Request of modification for extension of the expiration date for three (3) years from July 1, 2012 to July 1, 2015; a reduction in the number of operating rooms from three (3) to two (2) and procedure rooms from three (3) to one (1); reduction in project costs by \$4,201,823 from \$13,073,892 to \$8,872,069; and a reduction in square footage by 4,965 from 15,424 to 10,459 square feet. This project was approved on May 25, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and three (3) procedure rooms and to change the project's organizational form to permit physician ownership. Upon approval, CN0801-001A was surrendered which was for a similar facility at this site.

APPLICATIONS TO BE HEARD AT THE JUNE MEETING

Hemophilia Preferred Care of Memphis
852 South Cooper Street
Memphis (Shelby County), TN 38104
CN1201-002
Contact Person: William H. West, Esq.
Phone No.: 615-726-5600

The establishment of a home care organization to provide home health services limited to serving those patients suffering from hemophilia or similar blood disorders who are also patients of the pharmacy operated by Hemophilia Preferred Care of Memphis at 852 South Cooper Street, Memphis (Shelby County), TN. The service area will be Shelby County.
\$ 43,000.00

Collins Chapel Health & Rehabilitation Center
409 Ayers Street
Memphis (Shelby County), TN 38105
CN1202-011
Contact Person: William H. West, Esq.
Phone No.: 615-726-5600

The establishment of a nursing home with twenty-eight (28)* Medicare skilled nursing facility beds. Collins Chapel Connectional Hospital is a non-profit religious corporation affiliated with and a ministry of the Christian Methodist Episcopal Church. It proposes to establish this nursing home to provide skilled nursing facility services.
\$ 1,626,331.00
*These beds are subject to the 2011-2012 Nursing Home Bed Pool.

Rainbow Home Health, LLC
112 Frey Street
Ashland City (Cheatham County), TN 37015
CN1203-013
Contact Person: Joy Forshee, Acting DON
Phone No.: 580-212-7801 or 615-812-5156

The establishment of a home care organization to provide home health services in Cheatham County. The office is to be located at 112 Frey Street, Ashland City (Cheatham County), TN 37015.
\$ 27,950.00

Premier Radiology Edmondson Pike
789 Old Hickory Boulevard
Brentwood (Davidson County), TN 37027
CN1203-014
Contact Person: Robert Limyansky, Partner
Phone No.: 770-394-8465

The relocation of the ODC from 4928 Edmondson Pike, Nashville (Davidson County), TN 37211 to 789 Old Hickory Blvd, Brentwood (Davidson County), TN 37027. As part of the relocation, one (1) existing MRI scanner and one (1) existing CT scanner will be replaced. In addition to the MRI and CT scanning services currently offered, the facility will add equipment to provide radiographic/fluoroscopic imaging, ultrasound imaging, digital mammography, and bone densitometry.
\$ 4,005,878.00

Hearth, LLC
1800-A Rossville Avenue, Suite 7
Chattanooga (Hamilton County), TN 37408-1912
CN1203-015
Contact Person: E. Graham Baker, Jr., Esq.
Phone No.: 615-370-3380

The establishment of a home care organization to provide hospice services serving Bledsoe, Bradley, Hamilton, McMinn, Marion, Meigs, Polk, Rhea and Sequatchie Counties located at 1800A Rossville Avenue, Suite 7, Chattanooga (Hamilton County), TN 37408-1912.
\$ 487,000.00

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APPLICATIONS TO BE HEARD AT THE JUNE MEETING

GENERAL COUNSEL'S REPORT

Wang Vision Cataract Surgery Center, LLC
Palmer Plaza, 1801 West End Avenue
Nashville (Davidson County), TN
CN1004-015A
Contact Person: Winston B. Sitton, Esq.
Phone No.: 615-513-7516

Request for a two (2) year extension of the expiration date from September 1, 2012 to September 1, 2014. This project was approved on July 28, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) limited to ophthalmic procedures with two (2) operating rooms. The project cost is \$2,199,187.00.

NHC HealthCare, Tullahoma
Unaddressed site on Cedar Lane & 7th Street
Tullahoma (Coffee County), TN
CN1007-030A
Contact Person: Bruce Duncan, Asst. Vice President,
Planning/Licensure
Phone No.: 615-890-2020

Request for a twelve (12) month extension of the expiration date from December 1, 2012 to December 1, 2013. This project was approved on October 27, 2010 for the relocation of a sixty (60) bed nursing home approved under CN0807-050A, and the addition of thirty (30)* new Medicare certified nursing home beds for a total of ninety (90) beds. The project is part of a continuum of care program which will offer in addition to the ninety (90) bed nursing center, assisted living units specializing in dementia care. The project cost is \$14,449,438.00.

*These beds were subject to the 125 Nursing Home Bed Pool for 2010-2011.

APPLICATIONS TO BE HEARD AT THE JULY MEETING

Overton County Nursing Home
318 Bilbrey Street
Livingston (Overton County), TN 38570
CN1204-017
Contact Person: Sarah Lodge Tally, Esq.
Phone: 615.244.9270

Modification and renovation to the existing 160-bed nursing home. The project includes the construction of a new building behind the existing facility which will include 30 private rooms but will not increase the licensed bed capacity of the facility. Renovations include cosmetic upgrades to the existing facility.
\$ 6,344,844.00

Reeves Eye Surgery Center
2685 Boones Creek Road, Suite 102
Johnson City (Washington County), TN 37615
CN1204-018
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) limited to ophthalmology. It will have one (1) operating room and one (1) laser procedure room. The project does not contain major medical equipment or initiate or discontinue any other health service and will not affect any licensed bed complements.
\$ 1,266,514.00

APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

Baptist Memorial Hospital - Huntingdon
631 R.B. Wilson Drive
Huntingdon (Carroll County), TN 38344
CN1205-021
Contact Person: Arthur Maples, Director of
Strategic Planning
Phone: 901-227-4137

The conversion of twelve (12) currently licensed med-surg beds to twelve (12) beds for the initiation of geriatric psychiatric services. The geriatric psychiatric service will be managed by Psychiatric Resource Partners. The project involves the renovation of approximately 4,600 square feet. There are no additional services, major medical equipment, or additional beds involved. There will be no change in the hospital licensed total bed count of 70 beds.
\$ 727,000.00

Satellite Med, LLC
1300 Bunker Hill Road
Cookeville (Putnam County), TN 38506
CN1205-022
Contact Person: Connie S. Cates, Corporate
Manager
Phone: 931-528-7312

The establishment of an outpatient diagnostic center (ODC) and initiation of magnetic resonance imaging (MRI) services. The ODC site will be at 1300 Bunker Hill Road, Cookeville (Putnam County), TN 38506. The only service to be provided by the ODC will be MRI services. If approved, these services will be utilized by its patients and physicians and will accept referrals from local physicians in its service area. There are no new beds or other major medical equipment involved with this project. No other health services will be initiated or discontinued. The ODC will be licensed by the Tennessee Department of Health.
\$ 695,000.00

Southeast Eye Surgery Center
1400 Dowell Springs Boulevard, Suite 300
Knoxville (Knox County), TN 37909
CN1205-023
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The establishment of a specialty ambulatory surgical treatment center (ASTC) for eye and related procedures. The facility will seek licensure by the Tennessee Department of Health as an ASTC limited to ophthalmology, including eye and oculoplastics procedures. It will have one (1) operating room and one (1) laser procedure room. The project does not contain major medical equipment or initiate or discontinue any other health service; and will not affect any licensed bed complements.
\$ 3,183,836.00

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APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

Odyssey Hospice
1400 Donelson Pike, Suite B5
Nashville (Sumner County), TN 37217
CN1205-024
Contact Person: Andrew Rauch, Regional Financial Analyst
Phone: 615-309-1885

The addition of Sumner and Trousdale counties to the existing licensed service area of Odyssey Hospice which currently consists of: Cannon, Davidson, Robertson, Rutherford, Williamson, and Wilson counties. The services to be provided under this project are hospice services in Sumner and Trousdale Counties.
\$ 43,000.00

Baptist Center for Cancer Care
1238 & 1280 South Germantown Parkway and adjacent property at an unspecified address
Germantown (Shelby County), TN 38138
CN1205-026
Contact Person: Arthur Maples, Director, Strategic Analysis
Phone: 901-227-4137

Modification of CN1105-018A, which authorized the establishment of a comprehensive cancer center known as Baptist Center for Cancer Care (BCCC). The original projects and proposed modifications are as follows:

- 1) CN1105-018A, which approved new construction of approximately 105,291 square feet. The proposed modification increases the size of the facility by 52,688 square feet to a total of 157,979 square feet;
- 2) CN1105-018A, approved the relocation of a PET/CT from Baptist Memorial Hospital-Memphis (BMHM) and initiation of PET/CT services at BCCC. The proposed modification will be to relocate the PET/CT scanner acquired by Baptist Memorial Hospital-Tipton (BMHT) under CN1111-050A and currently located at 5945 Wolf River Blvd., Germantown (Shelby County), TN 38138 to BCCC. The PET/CT at BMHM will remain in place;
- 3) CN1105-018A approved the relocation of two (2) linear accelerators and other radiation oncology equipment along with the cyberknife linear accelerator from BMHM and initiation of linear accelerator services at BCCC. The proposed modification is to replace one (1) of the existing linear accelerators when installed at BCCC. The replaced unit will be taken out of service; and
- 4) CN1105-018A approved for a project cost of \$64,925,225. The proposed modification will increase the project cost by \$29,117,691 to a total of \$94,042,916.

The location of BCCC continues to be at 1238 and 1280 South Germantown Parkway, Germantown (Shelby County), TN 38138. The project does not involve change in any service previously approved, the addition of beds or any other service for which a certificate of need is required.
\$ 94,042,916.00

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>Meeting Date</u>
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030A	25.00-115208J	Appeal of Approval of CON	12/14/2011
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN102-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN102-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011

NOTES:

NOTES:

Health Services and Development Agency

Members

Carl Koella
(Consumer, Speaker of the Senate)

Charlotte C. Burns
(Hospital)

Barrett G. Haik, M.D.
(Physician)

D. Lynn Johnson
(Consumer, Speaker of the House)

Robert Doolittle
(Consumer, Governor)

Gregory Lammert
(Home Care)

William Southwick
(Ambulatory Surgical Treatment Centers)

James L. Wright
(Nursing Home)

Keith Gaither, Designee
for Director of TennCare
Darin J. Gordon

Lisa Jordan, Designee
for Commerce & Insurance Commissioner
Julie Mix McPeak

Faye Weaver, Designee
for Comptroller
Justin Wilson

